

**American Recovery and Reinvestment Act of 2009
Program/Funding Summary**

Short title: Medicaid Provider HIT Adoption and Operations Payment Program

ARRA Reference: Division B Title IV Medicare and Medicaid Health Information Technology Section 4201

Funding by federal fiscal year:

Year	Total Florida State Budget Amount	Amounts to Local Governments Passed Through State Agencies	Amounts to Directly to Local Governments	Amounts Directly to Individuals
FFY 2009	None	None	None	None
FFY 2010	None	None	None	None
FFY 2011	\$108 million	Unknown	None	None
Later Years	\$110 million	Unknown	None	None
Total	\$218 million	Unknown	None	None

Funding by state fiscal year:

SFY 2008 – 2009	None	None	None	None
SFY 2009 – 2010	None	None	None	None
SFY 2010 - 2011	None	None	None	None
SFY 2011 – 2012	\$108 million	Unknown	None	None
Later Years	\$110 million	Unknown	None	None
Total	\$218 million	Unknown	None	None

Note: estimates include hospitals, federally qualified health centers and rural health centers. Number of physicians qualifying or choosing to accept Medicaid payments over Medicare incentives assumed to be small. County health department eligible providers are not included in these estimates.

Brief description of program or funding including funding distribution method (formula or competitive grant): States may reimburse eligible Medicaid providers for the cost of qualified electronic health record (EHR) purchases, implementation and certain operational costs.

- Hospitals payments are determined by a formula that contains a one year, two year and overall upper limit.
- For non- hospitals:
 - \$21,250: maximum net allowable costs for purchase and initial implementation.
 - \$8,500: maximum net allowable costs for subsequent year EHR related expenses.
 - \$63,750: aggregate maximum net allowable costs.
- Reimbursement is limited to six years and cannot be provided after 2021.
- Providers would be responsible for any technology related expense not referenced.

Eligible Provider	Percent Match/ Limit	Medicaid Share	Limit Amount
Independent physician	85% net average allowable costs	>30%	\$25,000 for purchase \$10,000 for operations/maintenance
Pediatrician	85% net average allowable costs	>20%	\$16,667 for purchase, \$6,667 for operations/maintenance
Dentist	85% net average allowable costs	>30%	\$25,000 for purchase \$10,000 for operations/maintenance
Nurse mid-wife	85% net average allowable costs	>30%	\$25,000 for purchase \$10,000 for operations/maintenance
Nurse practitioner	85% net average allowable costs	>30%	\$25,000 for purchase \$10,000 for operations/maintenance
Acute care hospital		>10%	Limited to amount calculated under Medicare, by Medicaid share
Children's hospital	85%	N/A	Limited to amount calculated under Medicare, by Medicaid share
FQHC-based practicing physician	85% net average allowable costs	>30% of patient population are	By determination of the Secretary

		“needy individuals”	
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When funds are expected to be available:

2011

How long are funds available?: 2021

Reimbursement is limited to six years and cannot be provided after 2021.

Conditions or prerequisites for accessing funds (include matching or maintenance of effort (MOE) requirements):

CMS will require states to submit a “scan” of State HIT activities. States will be required to submit a planning document describing the “as is” and “what will be” state HIT environment including identification of eligible providers, requirements for meaningful use of electronic health records and program monitoring.

Federal agency provides 85 percent of program funding for Medicaid providers’ purchase of certified EHR, including training and maintenance.

Federal agency: Centers for Medicare and Medicaid Services

State agency: Agency for Health Care Administration

If there is a link to a federal web site that describes the program or funding include here:

More information is available at:

http://www.cms.hhs.gov/Recovery/11_HealthIT.asp#TopOfPage

If there is a link to a state web site that describes the program or funding, include here:

Contact Person (Name, telephone, email).

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